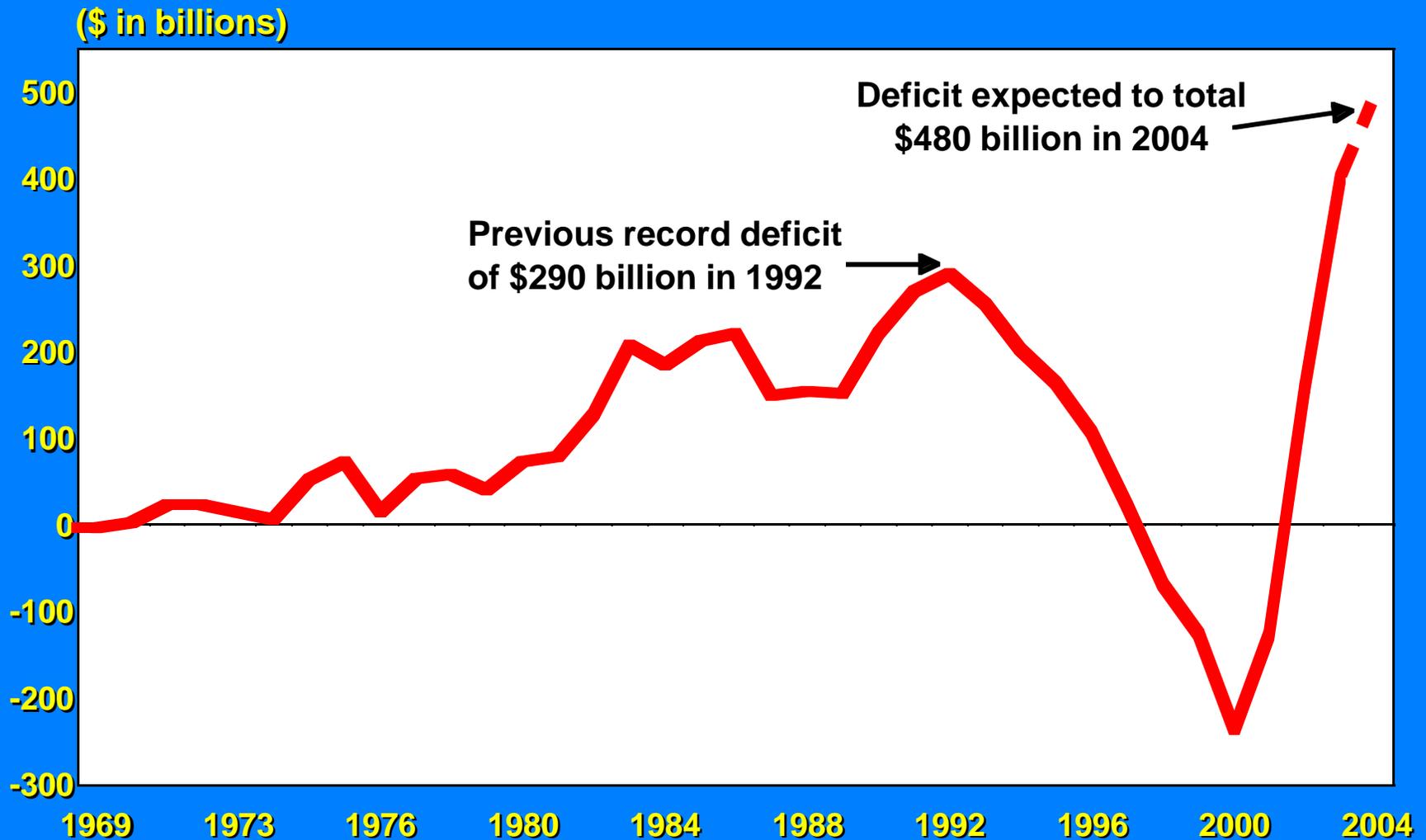
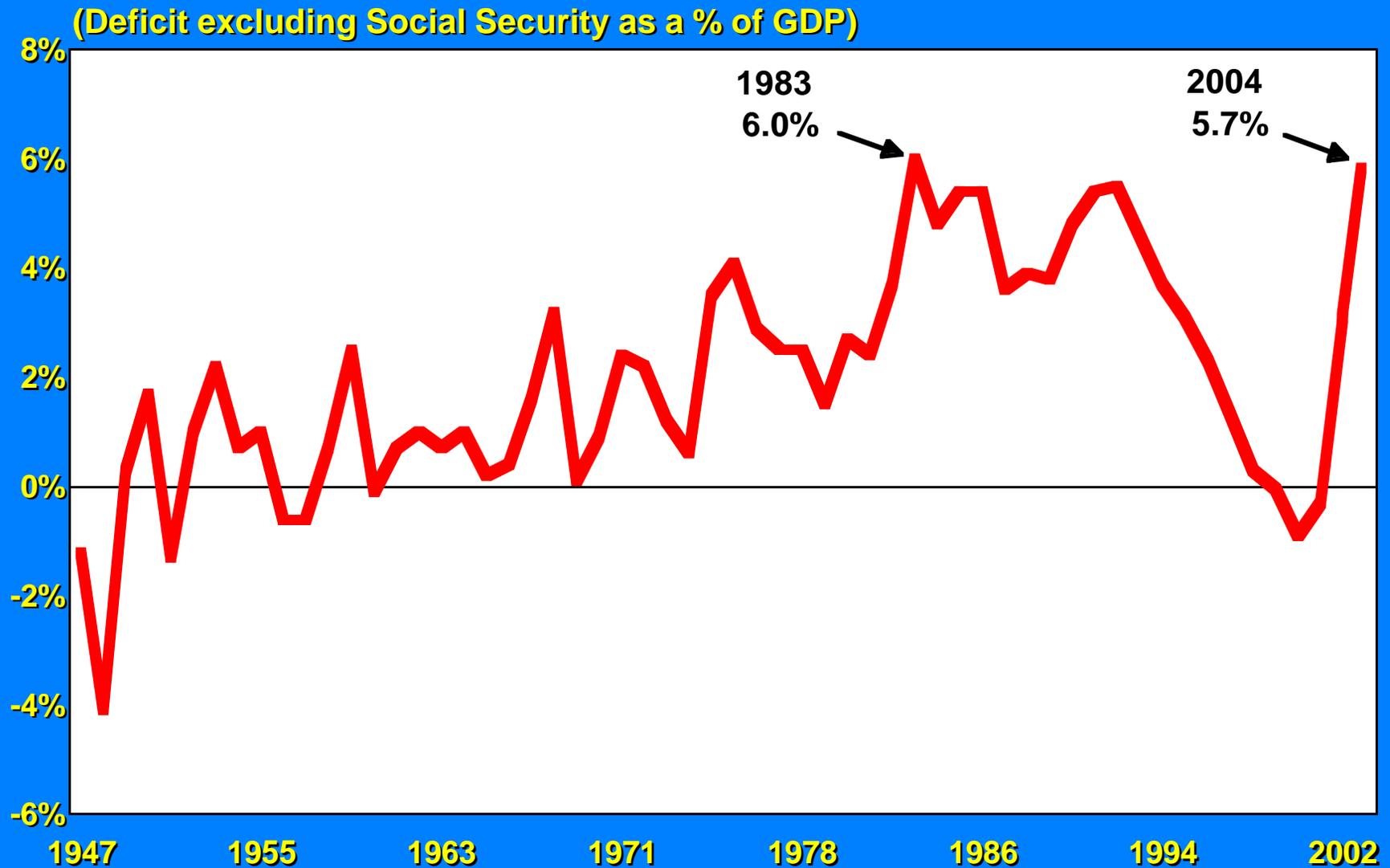


Deficit This Year and Next Will Far Exceed Previous Record in Dollar Terms



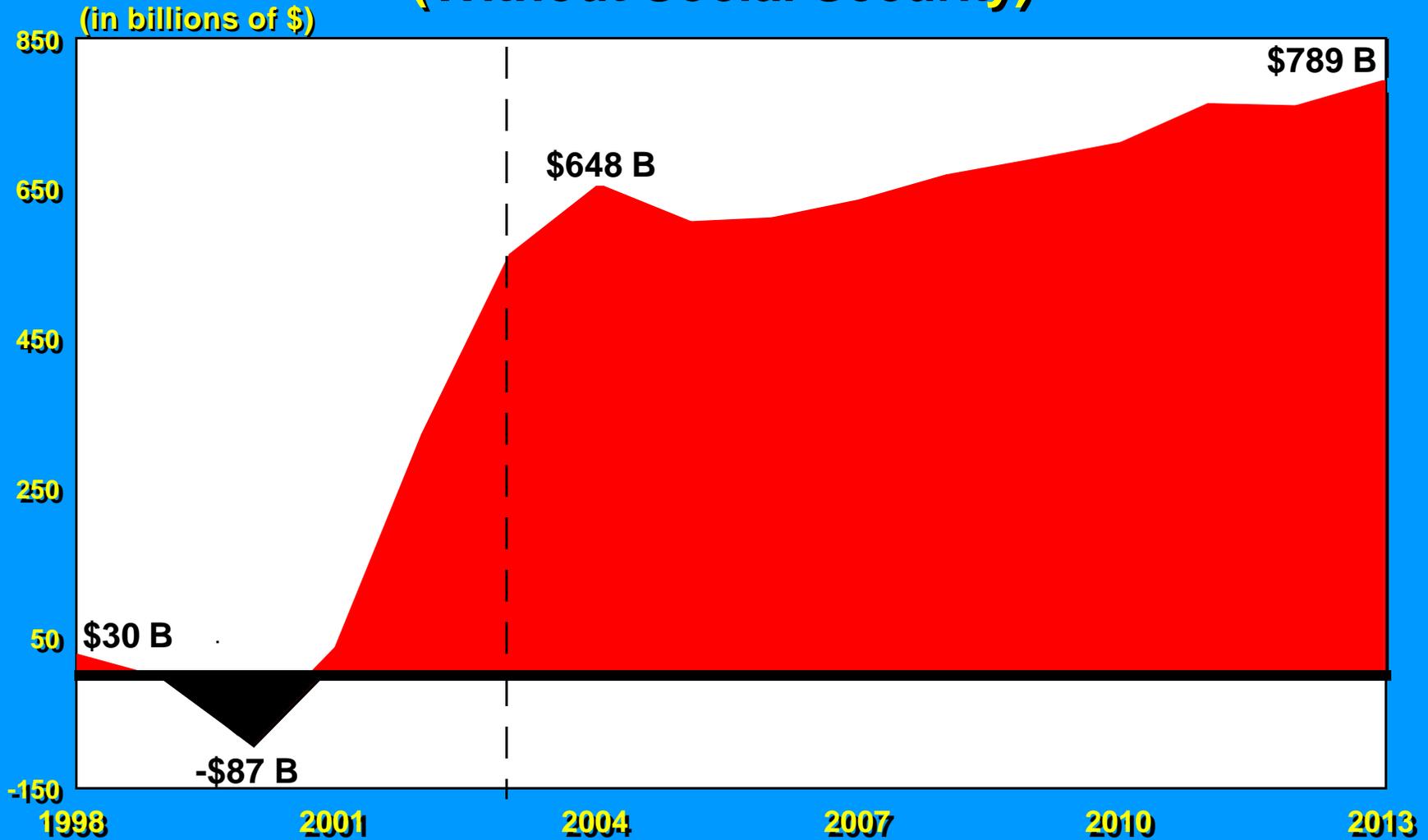
Source: CBO Baseline

Deficit as a Share of Economy Has Reached This Level Only Once Since the End of World War II



Source: CBO Baseline

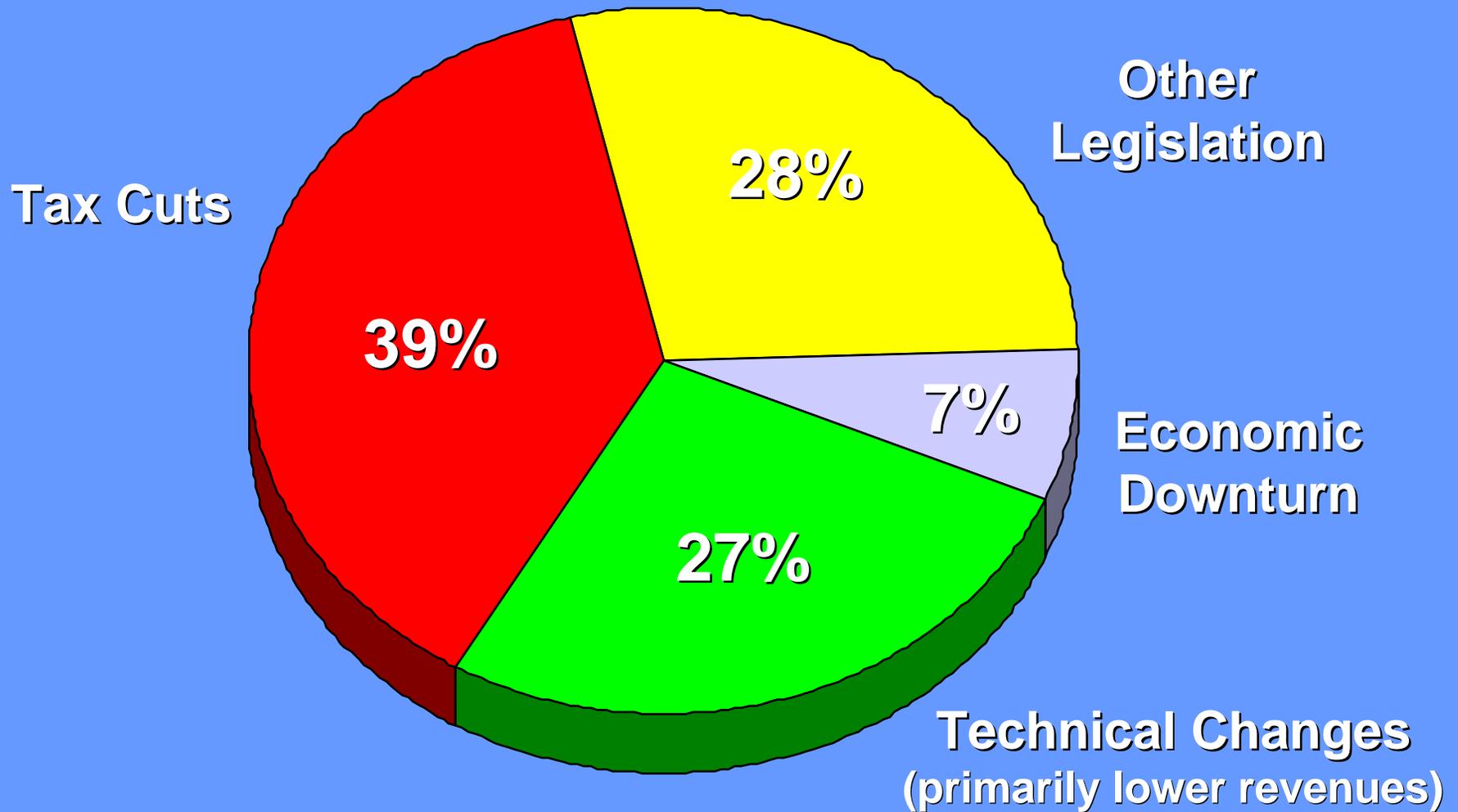
SkYROCKETING Deficits, Including Additional Budget Policies (Without Social Security)



Source: CBO

Note: Includes CBO estimates of the extension of expiring taxes, AMT reform, and a prescription drug benefit.

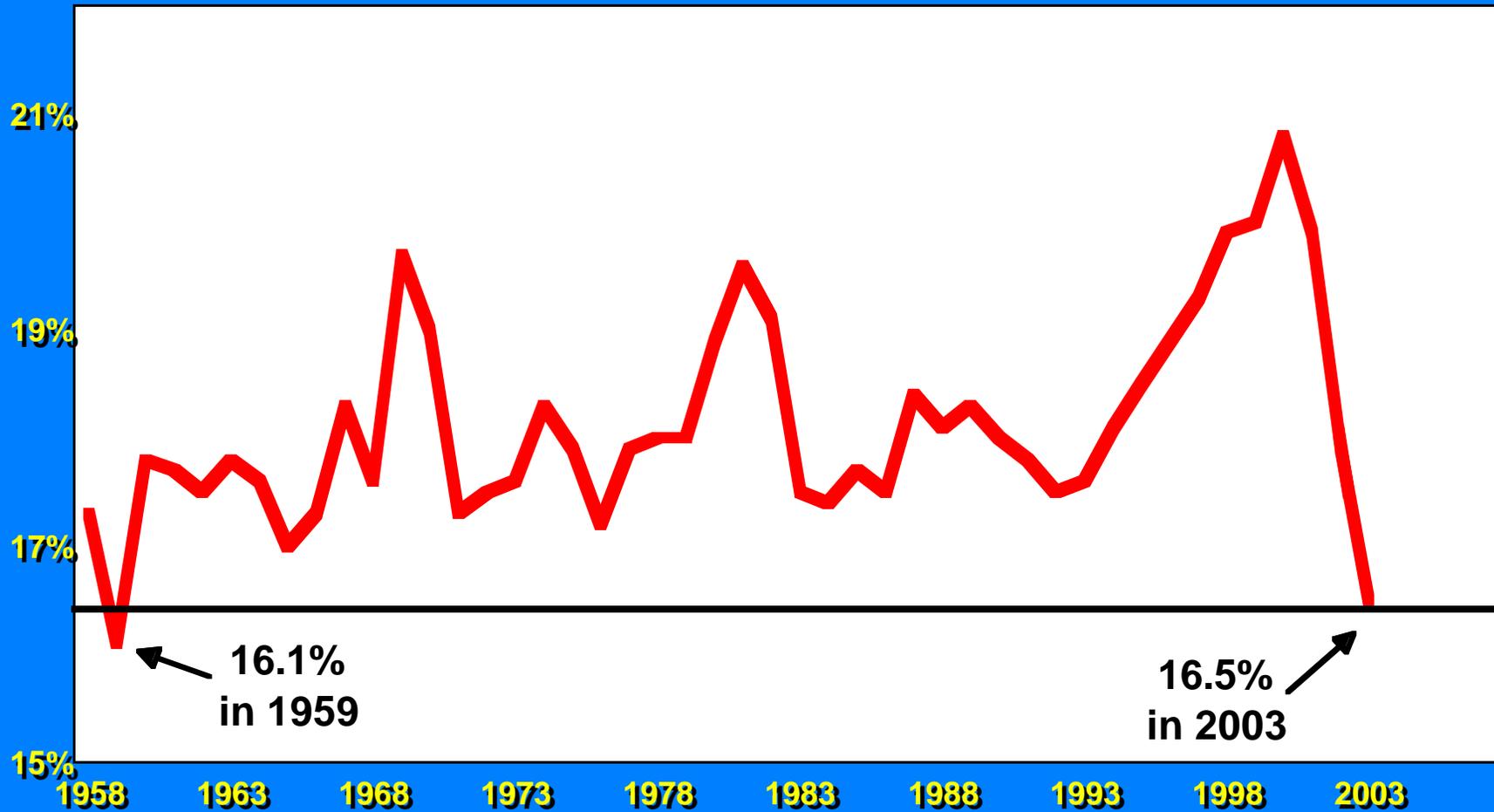
Reasons for \$9.7 Trillion Reversal in Surplus Projections FY 2002-2011



Note: Reflects changes in CBO projections from January 2001 to August 2003, including CBO estimates of the extension of expiring taxes, AMT reform, and a prescription drug benefit.
Source: CBO

Revenues as a Percent of GDP

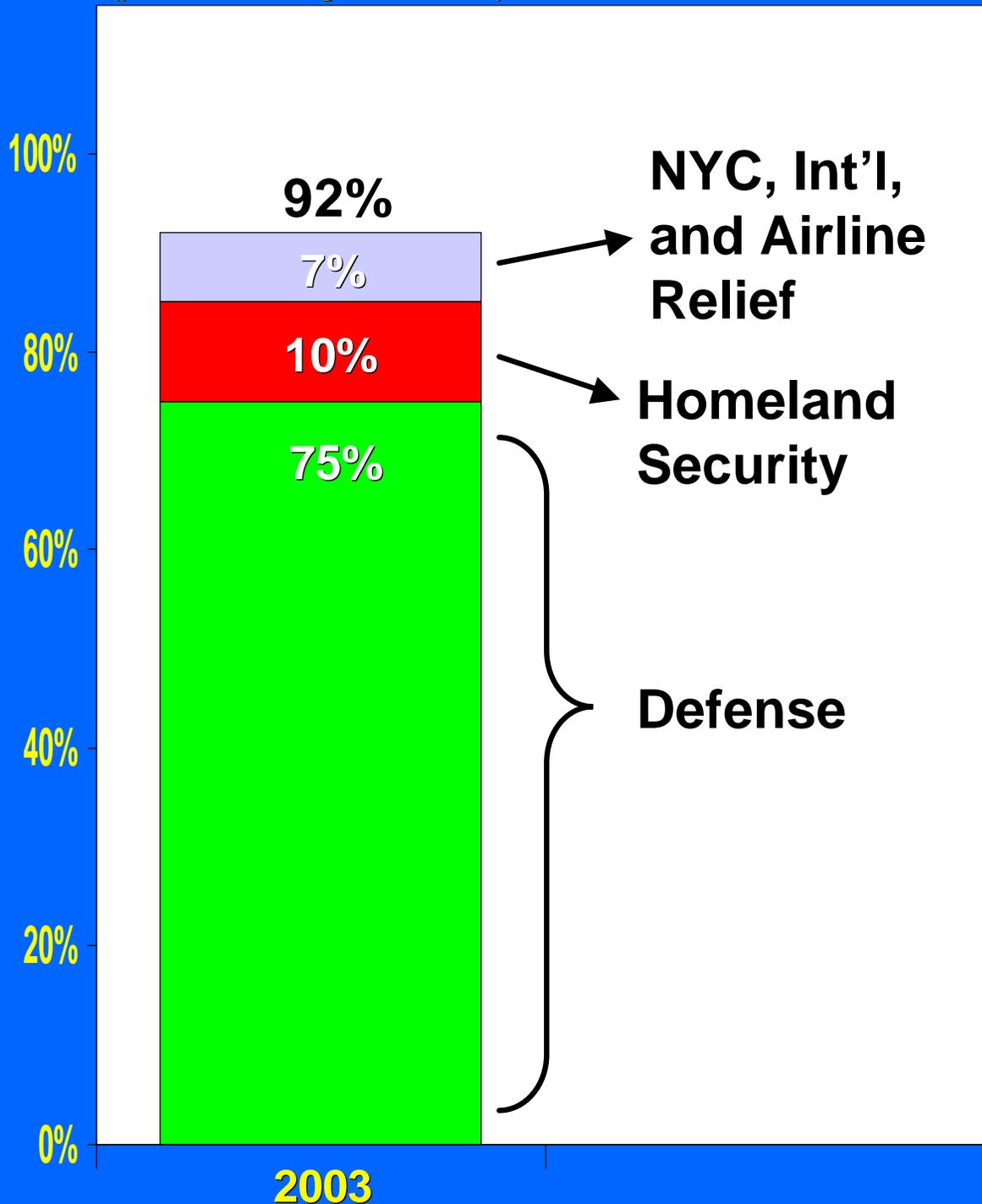
Lowest Level Since 1959



Source: CBO Baseline

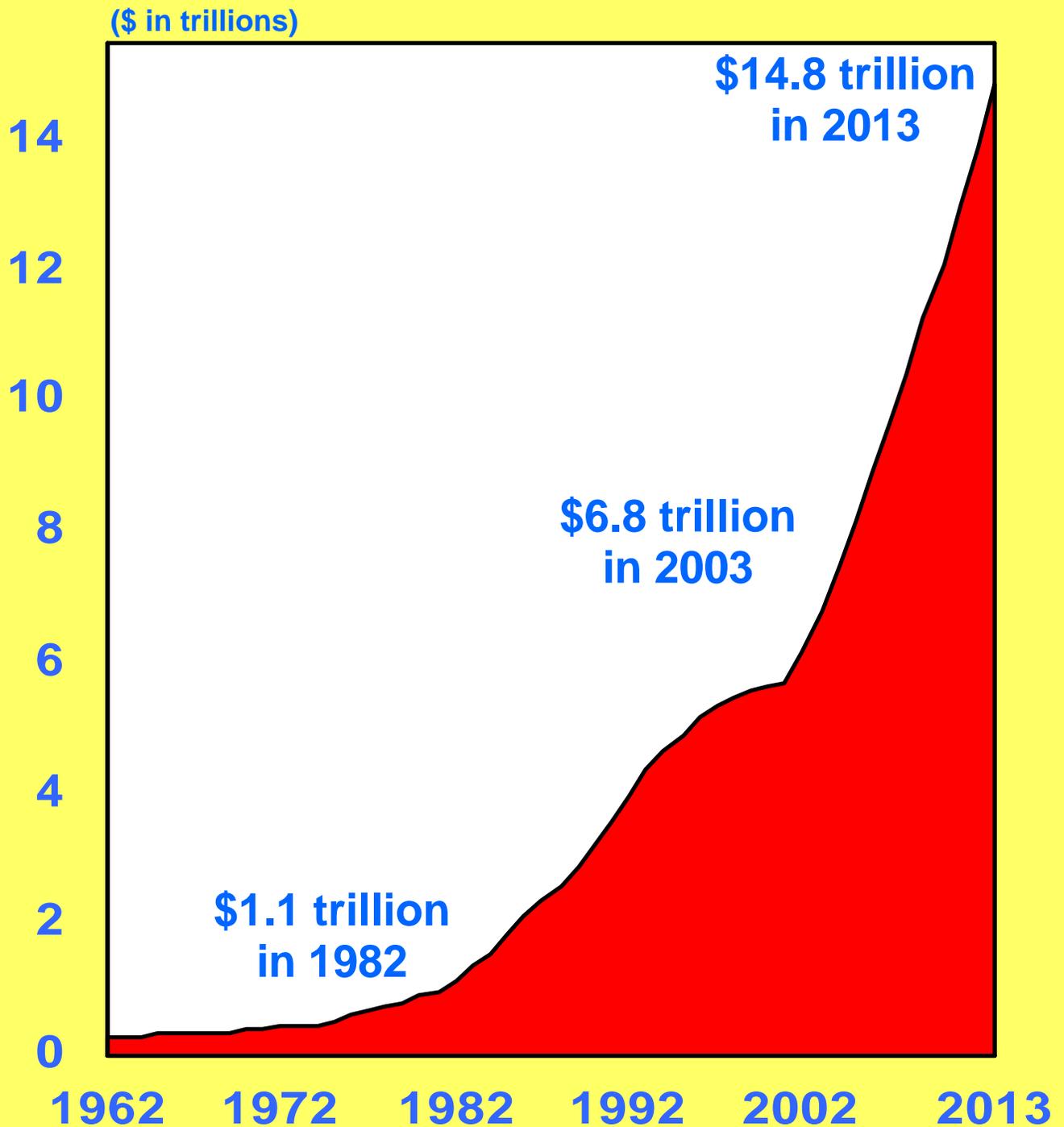
Defense, Response to Attacks of Sept. 11, and War in Iraq Are Behind Increase in Discretionary Budget Authority in 2003

(percent of change in disc. BA)



Note: Compares CBO's January 2001 and August 2003 baselines for 2003.
Source: CBO and Senate Budget Committee, Democratic Staff.

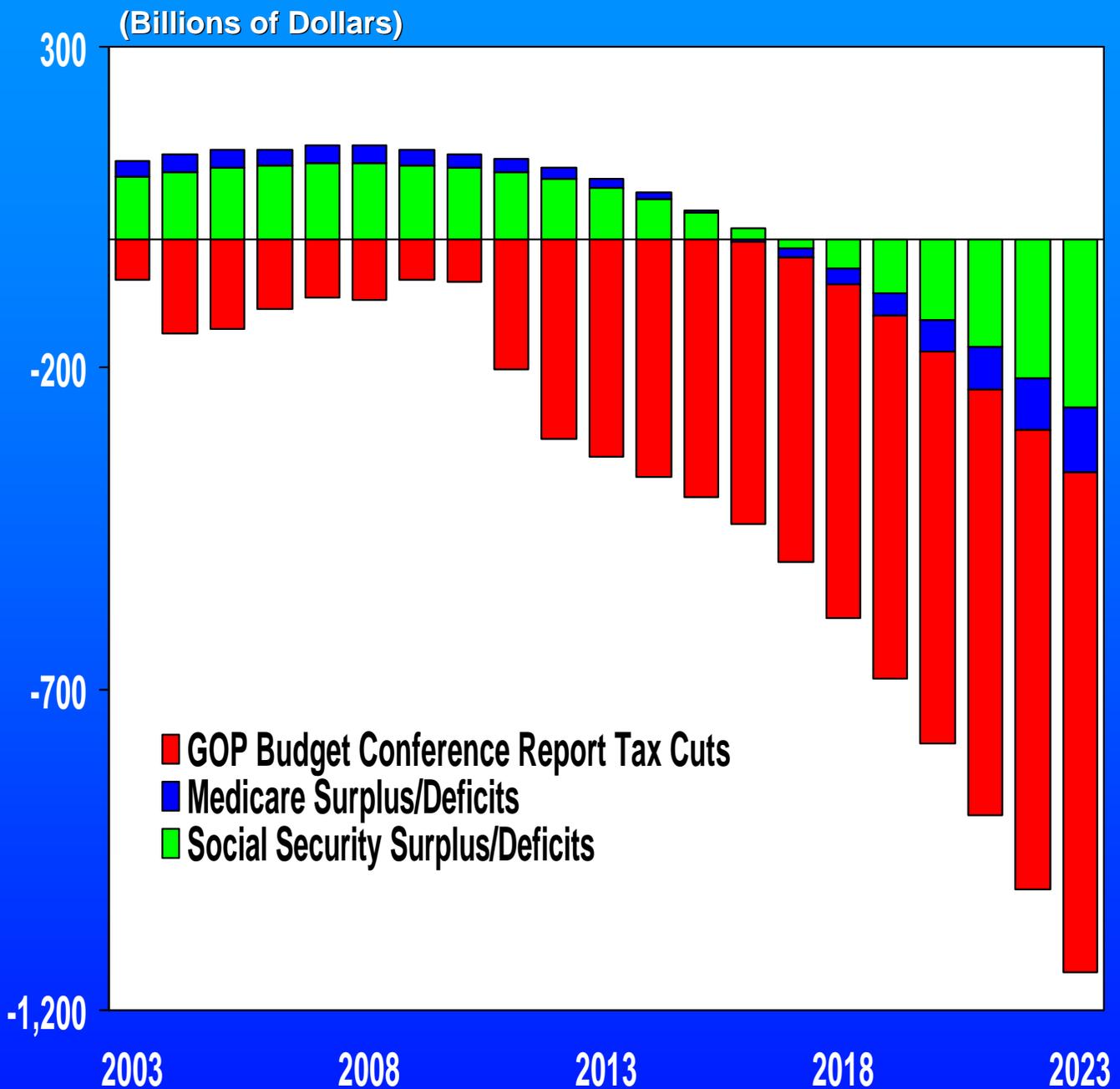
Gross Federal Debt With Additional Budget Policies



Source: CBO, Senate Budget Committee

*Additional policies include CBO estimates of the extension of expiring taxes, AMT reform, and a prescription drug benefit.

Tax Cuts Explode as Trust Fund Cash Surpluses Become Deficits FY 2003-2023



Source: 2002 Trustees Report, CBO, and Senate Budget Committee Staff
Note: Tax cut includes associated interest costs.